

FORM 128 USE PREVIOUS EDITIONS

CLASSIFIED MESSAGE

S E C R E T

DATE

TO

FROM

ACTION

INFO

ROUTING

| | | |
|---|-----|----|
| 1 | CMD | 9 |
| 2 | " | 10 |
| 3 | FOD | 11 |
| 4 | DM | 12 |
| 5 | " | 13 |
| 6 | RB | 14 |
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IN 77760

TO

S E C R E T 092103Z INFO CITE [] 5764 25X1A

CITE

25X1A

25X1A

[] INFO []

IDEALIST

25X1A

FOR []

SUBJECT: CONTRACT SP-1928, REVISED CONVERSION SCHEDULE

25X1A

REF: [] 5664

25X1

FROM []

1. ARTICLE 368 (A SINGLE PLACE A/C) WILL BE TRANSFERRED FROM AFSC AND INSERTED IN THE CONVERSION PROGRAM ON 10 OCT IN LIEU OF ARTICLE 394. ALTERNATE NBR 1 OF [] PROPOSAL DTD 19 AUG 66 (CONVERSION OF S/N'S 368, 391 AND 374) THEREFORE APPLIES. COMMENTS RELATIVE TO COSTS TO FOLLOW. IN MEANTIME, REQUEST CONTRACTOR BE GIVEN APPROVAL TO PROCEED WITH THIS WORK PENDING FINAL NEGOTIATIONS.

2. ARTICLE 368 WILL BE THE SEVENTH ARTICLE IN CONVERSION LINE BECAUSE OF NECESSITY OF RESCHEDULING S/N 347. ORDER OF INPUT FOR REMAINING ARTICLES WILL THEREFORE BE S/N'S 368, 391, 374 AND 347. REQUEST CONTRACT SCHEDULE BE REVISED ACCORDINGLY.

S E C R E T TOR: 092221Z SEP 66.

S E C R E T

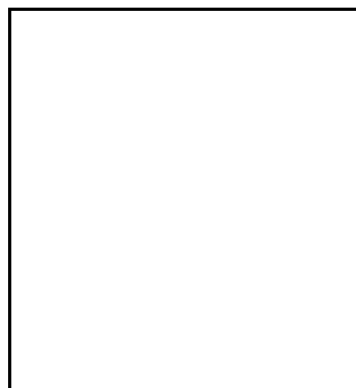
GROUP 1
EXCLUDED FROM AUTO-
MATIC DOWNGRADING
AND DECLASSIFICATION

25X1A [] 5959 (IN 81495) S E C R E T PAGE 2

25X1A NBR 1 OF REFERENCE C. HOWEVER, BECAUSE ACTUAL COSTS ON SP-1928 ARE
 25X1A RUNNING SUBSTANTITALLY BELOW TARGET COSTS, [] RECOMMENDED THAT
 25X1A THE TOTAL FUNDING OBLIGATED ON SPI1928 BE LIMITED TO COVER TARGET
 COSTS RATHER THAN CEILING COSTS. CONSEQUENTLY, ONLY [] IN NEW
 FUNDING WOULD BE REQUIRED FOR THE NEW WORK. SEE REFERENCE C. FOR
 FURTHER EXPLANATION.

25X1A 4. [] APPROVES SCOPE OF WORK COVERED BY ALTERNATE NBR 1 OF
 REFERENCE C. BUT REQUESTS THE TARGET COSTS QUOTED BE EXAMINED IN DETAIL.
 (IT APPEARS THAT, IF COMPUTATIONS WERE BASED ON THE SAME COST FORMULA
 AND LEARNING CURVES USED FOR THE INITIAL SEVEN (7) CONVERSIONS, THE
 TARGET QUOTED IS TO HIGH. REFERENCE D. CONFIRMS THAT COSTS BEING
 INCURRED THROUGH 31 AUG 66 ARE CONTINUING AT A SUBSTANTIAL RATE BELOW
 TARGET. IN ANY EVENT, THE ADDITIONAL FUNDING APPROVED FOR OBLIGATION
 25X1A IS NOT TO EXCEED [].

S E C R E T TOR: 292145Z SEP 66



25X1A

S E C R E T